

LAND BOARD AGENDA ITEM

August 19, 2006

FINAL APPROVAL FOR LAND BANKING PARCELS CUSTER COUNTY

Background:

In May, 2005 the Board approved 17 isolated and lessee nominated parcels totaling 9,585.19 acres in Custer County to continue through the Land Banking sales evaluation process. On April 19, 2006 the Board set the minimum bid amount for the sale parcels. On August 8, 2006 the Custer County parcels were sold at public auction. All parcels were purchased by existing lessees, and sold for the minimum bid amounts.

The lessees have entered into purchase agreements with the State, and closing will be completed within the next 30 days contingent upon final approval by the Board.

Public Involvement:

Consideration of final approval by the Board for the land in Custer counties concludes DNRC involvement in an extensive public process developed for the Land Banking program which included public notices in local and regional newspapers, letters to interested parties, including the Dept. of Fish, Wildlife and Parks, Dept. of Transportation, county commissioners, U.S. Fish and Wildlife Service, the Negotiated Rulemaking Committee members, local sportsman's organizations, and others, and public meeting.

Agency Recommendation:

The sale of these parcels brings to a successful conclusion the efforts of DNRC in Custer County over the last 20 months. The objectives of disposing of isolated parcels lacking public access generating below average revenue and lowering administrative costs has been achieved.

The Department recommends final approval of the following Land Banking parcels in Custer Co. Gross revenue to the beneficiaries is as follows:

All parcels sold in Custer Co. are Common Schools.

Total Revenue: \$1,468,200.00

Sale Number	Acres	Final Sale Amount at Appraised Value With Access
7	640	\$115,200
62	640	\$89,600
64	316	\$55,300
128	640	\$92,800
129	640	\$92,800

130	640	\$102,400
131	640	\$92,800
132	629	\$78,600
233	320	\$54,300
276	320	\$52,800
286	640	\$92,800
287	640	\$92,800
288	640	\$92,800
289	640	\$112,000
290	640	\$92,800
291	640	\$112,000
292	320	\$46,400
Total	9585 ac	Total revenue \$1,468,200.00